

# DAILY MARKETS OVERVIEW

25 FEBRUARY 2019

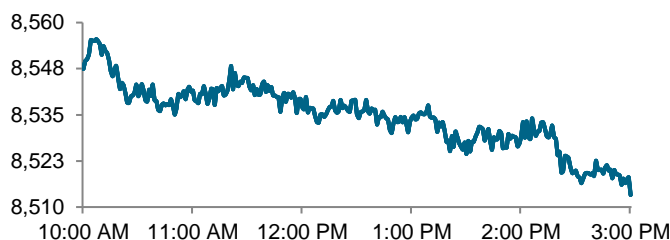
السوق السعودي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



## TASI Intraday



Source: Reuters

## Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	8,513	-0.4	-0.4	8.8	18.5
Saudi (NOMU)	3,488	1.4	1.4	38.4	9.3
Energy	4,559	-0.3	-0.3	-6.0	24.8
Materials	5,630	-0.4	-0.4	7.2	18.0
Capital Goods	3,872	-0.9	-0.9	-0.7	22.3
Com. & Prof. Svc	4,323	0.9	0.9	4.5	18.4
Transportation	3,611	-0.1	-0.1	3.9	19.7
Cons. Durables & Apparel	3,669	0.2	0.2	0.2	NA
Consumer Services	3,220	-0.2	-0.2	9.2	NA
Media	10,260	-0.2	-0.2	0.8	NA
Retailing	6,621	0.2	0.2	-3.6	32.1
Food & Staples Retailing	5,600	-1.1	-1.1	-5.8	22.8
Food & Beverages	4,432	0.3	0.3	14.0	NA
Health Care Equipment	3,811	1.2	1.2	1.4	20.5
Pharma, Biotech & Life Science	3,654	-0.5	-0.5	-5.8	25.5
Banks	8,142	-0.8	-0.8	12.9	14.1
Diversified Financials	3,609	-0.3	-0.3	3.8	NA
Insurance	4,253	-0.2	-0.2	1.9	NA
Telecommunication	5,900	-0.3	-0.3	9.1	18.4
Utilities	3,704	-0.1	-0.1	9.9	37.0
REITs	3,625	0.1	0.1	0.0	NA
Real Estate	3,342	1.1	1.1	3.6	38.8

Sources: Bloomberg, Reuters, Tadawul

## Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Arriyadh Development Co.	20.56	8.2%	88
Al-Ahlia Insurance Co.	12.10	2.9%	8
MEFIC REIT Fund	8.90	2.8%	9
Dar Alarkan Real Estate Development Co.	10.50	2.7%	181
National Medical Care Co.	48.90	2.6%	19

Source: Tadawul

## Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	Vs. Consensus
Arriyadh Development Co	24-Feb	4Q18	73.9	-16.0	0.55	NA
Rabigh Refining and Petrochemical	19-Feb	4Q18	-105.1	-116.4	-0.12	NA
Etihad Etisalat Co.	18-Feb	4Q18	80.0	144.0	0.10	BEAT
Arab National Bank	17-Feb	4Q18	684.3	7.9	0.68	MISS
Jabal Omar Development	17-Feb	4Q18	-0.3	-1,946.7	0.00	NA

Source: Tadawul

**NOTES:** (1) Prices as of last trade. Updated as of February 25, 2019  
(2) WTD: Week to Date and YTD: Year to Date

## Saudi Market Update

- TASI closed 0.4% lower at 8,513, while NOMU ended 1.4% higher at 3,488 on Sunday. TASI traded value totaled SAR 1.9bn and averaged SAR 2.7bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 40.6% of the daily traded value.
- Banks and Materials lost 0.8% and 0.4%, respectively. Telecom ended 0.3% lower. Health Care Equipment (up 1.2%) was the best sector performer. Among stocks, Arriyadh Development Co. (4150/ADCO AB), Al-Ahlia Insurance Co. (8140/ALAHLIA AB), and MEFIC REIT Fund (4346/MEFIREI AB) led the gainers.
- Saudi Arabian Monetary Authority (SAMA), KSA's stated that it does not see more bank mergers for now other than those already announced, and also ruled out deflation, citing demand for consumer and real estate loans. (Source: Argaam)
- National Housing Company (NHC) signed a memorandum of understanding (MoU) with China State Construction Engineering Company (601668 CH) to invest SAR 2.5bn (USD 667mn) in Murcia project. Under the agreement, the two parties will build 5,000 units and complete the phases of the project according to schedule. (Source: Argaam)
- Saudi Electricity Co. (5110/SECO AB) signed three memorandums of understanding (MoU) with Chinese companies to cooperate in the fields of technological transformation, smart networks, digitalization, internet of things (IoT) and optical fibers. (Source: Argaam)
- Tourism Enterprise Co. (4170/TECO AB) has signed an agreement with US-based Apogee Attractions to provide consultancy, studies, designs and development plans for entertainment services within the Palm Beach resort. (Source: Argaam)
- Arriyadh Development Co. (4150/ADCO AB) Board of Directors has recommended a 33.33% capital hike to SAR 1.33bn (USD 355mn) from SAR 1.78bn (USD 475mn) through the issue bonus shares. The capital hike aims to boost the company's capital to match its business size and future plans. (Source: Argaam)
- Thob Al Aseel Co's (9507/ALASEEL AB) BoD recommended cash dividend of SAR 1.0 per share for 2H18, implying a full-year yield of 8.6%. (Source: Argaam)

## Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Abdullah A. M. Al-Khodari Sons Co.	4.28	-9.7%	28
Amana Cooperative Insurance Co.	15.14	-4.7%	9
Anaam International Holding Group Co.	12.30	-2.4%	2
Al Gassim Investment Holding Co.	11.92	-2.1%	9
Saudi Enaya Cooperative Insurance Co.	14.08	-2.0%	9

## Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Al Rajhi Bank	99.80	-1.0%	290
Dar Alarkan Real Estate Development Co.	10.50	2.7%	181
Saudi Basic Industries Corp.	122.60	-0.7%	124
Saudi Kayan Petrochemical Co.	13.80	1.0%	101
Arriyadh Development Co.	20.56	8.2%	88

Source: Tadawul

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## GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,669	1.3	1.3	5.5	8.5
Abu Dhabi (ADX)	5,140	0.8	0.8	4.6	14.4
Kuwait (KSE)	5,251	0.0	0.0	1.3	17.5
Qatar (QE)	10,190	0.0	0.0	-1.1	14.5
Oman (MSM)	4,053	-0.1	-0.1	-6.3	8.4
Bahrain (BSE)	1,415	0.8	0.8	5.8	9.1
DJMENA Index	587	-0.1	0.3	5.5	NA

Source: Bloomberg, Reuters

## Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,793	0.6	0.6	11.4	18.5
US (NASDAQ 100)	7,528	0.9	0.7	13.4	21.3
UK (FTSE 100)	7,179	0.2	-0.8	6.7	15.7
Germany (DAX)	11,458	0.3	1.4	8.5	13.0
France (CAC 40)	5,216	0.4	1.2	10.3	17.6
Russia (MICEX)	2,489	0.7	-0.1	5.0	5.3
Japan (Nikkei)	21,426	-0.2	2.5	7.0	15.8
Hong Kong (HSI)	28,816	0.7	3.3	11.5	10.9
South Korea (KOSPI)	2,231	0.1	1.6	9.3	10.9
China (SHCOMP)	2,804	1.9	4.5	12.4	13.3
India (NIFTY)	10,792	0.0	0.6	-0.7	24.3
Brazil (IBOV)	97,886	1.0	0.4	11.4	20.6
Turkey (BIST 100)	1,03,186	0.7	0.5	13.1	7.0
Egypt (EGX30)	15,147	0.0	1.1	16.2	NA
MSCI Emerging Markets	1,059	0.7	2.7	9.6	12.8
MSCI World	2,087	0.5	1.0	10.8	17.1

Source: Bloomberg, Reuters

## Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	67.1	0.1	1.3	24.8	1.1
Natural Gas (\$/mmbtu)	2.7	0.7	3.5	-7.6	-7.3
Gold (\$/oz)	1,328	0.3	0.5	3.6	-0.3
Silver (\$/oz)	15.9	0.7	0.9	2.8	-4.2
Platinum (\$/oz)	843	2.4	4.3	5.9	-15.5
Copper (\$/t)	6,519	1.9	5.3	9.6	-8.5
Zinc (\$/t)	2,743	1.4	3.5	8.9	-23.2
Lead (\$/mt)	2,059	0.7	-0.4	2.5	-18.4
Wheat (\$/bu)	492	0.2	-3.0	-2.3	-8.4
Corn (\$/bu)	385	0.1	0.5	2.5	-6.1
Sugar (\$/lb)	13.3	0.8	2.3	10.6	-10.0

Source: Bloomberg

## Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.65	0.00	-0.16	0.00
Saudi Arabia	2.92	0.00	-0.05	0.28
UAE	2.85	-0.02	0.01	0.21
Kuwait	2.63	0.00	0.31	-0.02
Qatar	2.92	0.03	0.02	0.28
Bahrain	3.90	-0.02	-0.05	1.25

Source: Reuters

NOTES: (1) Prices updated as of February 25, 2019 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, \*Spread = US 3M Rate – Country 3M Rate

## GCC & Global Markets Update

- Global markets were closed for trading on Sunday.
- Asian markets are trading mixed on Monday. China is up 3.3%. Japan is trading 0.4% higher, while South Korea is down 0.1%. Hong Kong and India are trading 0.2% and 0.1% higher, respectively.
- GCC markets ended mixed on Sunday. Dubai and Abu Dhabi gained 1.3% and 0.8%, respectively. Both Kuwait and Qatar closed flat. Oman declined 0.1% while Bahrain ended 0.8% higher.
- According to Standard & Poor's, the sovereign long-term commercial borrowing in the Middle East and North African (Mena) region could increase by 25% in 2019 after falling 38% in 2018. This was mainly because higher oil prices and fiscal consolidation measures in Gulf countries significantly reduced GCC sovereigns' funding needs in 2018. (Source: Trade Arabia)
- Oman's Ministry of Transport and Communications is mulling the introduction of a toll system on expressways. The money received from the fees would be used to maintain and develop roads. (Source: Arabian Business)
- Dubai edged towards its target of becoming the most visited city in the world with 15.92 million international overnight visitors in 2018. The record number of visitors followed a series of customised global outreach programmes carried out by Dubai Tourism. (Source: Arabian Business)
- According to the Statistics Centre- Abu Dhabi (SCAD), hotel establishment revenues across Abu Dhabi increased c.73% Y/Y to AED 1.8bn (USD 490mn) in 4Q18 from AED 1.05bn (USD 285mn) during the preceding quarter of the same year. The number of hotel guests during the same period rose from 1.29mn to 1.34mn. (Source: Trade Arabia)
- Dubai's Roads and Transport Authority (RTA) has simplified the services for the payment of the parking fees through text messages. The enhanced services enable users to pay the parking fee directly without the need to register for the service. (Source: Arabian Business)
- A consortium led by KSA based ACWA Power, Japanese contractor Mitsui & Company (8031 JP) and industrial conglomerate AlMoayyed secured a major contract for the construction and operation of a 100 megawatts (MW) independent solar power plant in Bahrain. (Source: Argam)
- The Abu Dhabi National Oil Company (Adnoc) entered into a multi-billion dollar midstream pipeline infrastructure partnership with institutional investors KKR and BlackRock. The transaction would result in upfront proceeds of around USD 4.0bn (AED 14.7bn) to Adnoc. The deal is expected to close in 3Q19. (Source: Arabian Business)

## Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended February 22 (prior: 3.7mn barrels) will be announced on February 27. (Source: Econoday)
- US jobless claims for the week ended February 23 (prior: 216K) will be announced on February 28. (Source: Econoday)
- US GDP for 4Q18 (prior: 3.4% Q/Q; consensus: 2.4% Q/Q) will be announced on February 28. (Source: Econoday)



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### SAUDI FRANSI CAPITAL (CLOSED JOINT STOCK COMPANY OWNED BY BANQUE SAUDI FRANSI)

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